

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES M. MACHADO | ROBERT B. MCCARTHY | JENNIFER F. SULLIVAN

MEMORANDUM

TO: Norwood Retirement Board
FROM: Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2018
DATE: November 28, 2016

Required Fiscal Year 2018 Appropriation: **\$4,852,855**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2018 which commences July 1, 2017.

Attached please find summary information based on the present funding schedule for your system and the portion of the Fiscal Year 2018 appropriation to be paid by each of the governmental units within your system.

The current schedule is/was due to be updated by Fiscal Year 2019.

The amounts shown above and on the next pages of this memorandum reflect the most recent funding schedule adopted by the Board. Since a portion of the FY14 appropriation was not paid, the shortfall will be made up in FY18. The FY14 shortfall was \$185,513 (\$179,707 for the Town and \$5,806 for the Housing Authority). The revised FY18 allocation, including the shortfall, is \$4,847,339 for the Town and \$191,029 for the Housing Authority,

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446 Extension 921.

JEC/jrl
Attachments

cc: Board of Selectmen
Town Meeting
c/o Town Clerk

p:\actuarial\approp\approp18\fy18 for web\norwood approp 18.docx



Norwood Retirement Board

Projected Appropriations

Fiscal Year 2018 - July 1, 2017 to June 30, 2018

Aggregate amount of appropriation: **\$4,852,855**

Fiscal Year	Estimated Cost of Benefits	Funding Schedule (Excluding ERI)	ERI	Total Appropriation	Pension Fund Allocation	Pension Reserve Fund Allocation	Transfer From PRF to PF
FY 2018	\$8,722,843	\$4,587,877	\$264,978	\$4,852,855	\$4,852,855	0	\$3,869,988
FY 2019	\$9,179,532	\$4,759,409	\$272,410	\$5,031,819	\$5,031,819	\$0	\$4,147,713
FY 2020	\$9,660,139	\$4,937,417	\$280,177	\$5,217,594	\$5,217,594	\$0	\$4,442,545
FY 2021	\$10,165,915	\$5,122,273	\$188,476	\$5,310,749	\$5,310,749	\$0	\$4,855,166
FY 2022	\$10,698,179	\$5,313,991	\$196,958	\$5,510,949	\$5,510,949	\$0	\$5,187,230

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.

For illustration, we have shown the amount to be transferred from the Pension Reserve Fund to the Pension Fund to meet the estimated Cost of Benefits for each year. If there are sufficient assets in the Pension Fund to meet the Cost of Benefits, this transfer is optional.

Norwood Retirement Board
Appropriation by Governmental Unit

Fiscal Year 2018 - July 1, 2017 to June 30, 2018

Aggregate amount of appropriation: **\$4,852,855**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
Town of Norwood	96.65%	\$4,434,183	\$233,449	\$4,667,632
Housing Authority	3.35%	\$153,694	\$31,529	\$185,223
UNIT TOTAL	100%	\$4,587,877	\$264,978	\$4,852,855

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.